

**UNIFIED SCHOOL DISTRICT NUMBER 423
MOUNDRIDGE, KANSAS**

FINANCIAL STATEMENT

FISCAL YEAR ENDED JUNE 30, 2018

**Unified School District Number 423
Moundridge, Kansas**

Fiscal Year Ended June 30, 2018

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**Unified School District Number 423
Moundridge, Kansas**

Fiscal Year Ended June 30, 2018

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INDEPENDENT AUDITOR'S REPORT

Board of Education
Unified School District Number 423
Box K
Moundridge, KS 67107

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of Unified School District Number 423, Moundridge, Kansas, a Municipality, as of and for the year ended June 30, 2018, and the related notes to the financial statement.

Management's Responsibility for the Financial Statement

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the *Kansas Municipal Audit and Accounting Guide* as described in Note 1; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, and the *Kansas Municipal Audit and Accounting Guide*. Those standards require we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

As described in Note 1 of the financial statement, the financial statement is prepared by Unified School District Number 423 on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

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Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles" paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of Unified School District Number 423 as of June 30, 2018, or changes in financial position and cash flows thereof for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of Unified School District Number 423 as of June 30, 2018, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note 1.

Other Matters

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures—actual and budget, individual fund schedules of regulatory basis receipts and expenditures—actual and budget, schedule of regulatory basis receipts and disbursements—agency funds, schedules of regulatory basis receipts, expenditures and unencumbered cash—district activity funds (Schedules 1, 2, 3 and 4 as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of the Unified School District Number 423, Moundridge, Kansas, a Municipality, as of and for the year ended June 30, 2017 (not presented herein), and have issued our report thereon dated October 27, 2017, which contained an unmodified opinion on the basic financial statement. The 2017 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration, at the following link <http://admin.ks.gov/offices/chief-financial-officer/municipal-services>. The 2017 actual column (2017 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures – actual and budget for the year ended June 30, 2018 (Schedule 2 as listed in the table of contents) is presented for purposes of additional analysis and is not a required part of the basic financial statement. Such 2017 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2017 basic financial statement. The 2017 comparative information was subjected to the auditing procedures applied in the audit of the 2017 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2017 basic financial statement or to the 2017 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2017 comparative information is fairly stated in all material respects in relation to the basic financial statement as a whole for the year ended June 30, 2017, on the basis of accounting described in Note 1.

Swindoll, Janzen, Hawk & Loyd, LLC

Swindoll, Janzen, Hawk & Loyd, LLC
Certified Public Accountants
McPherson, KS

November 6, 2018

Unified School District Number 423
Moundridge, Kansas

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH

Regulatory Basis

For the Year Ended June 30, 2018

	Beginning Unencumbered Cash Balance	Receipts	Expenditures	Ending Unencumbered Cash Balance	Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
GENERAL FUNDS						
General Fund	\$ 1	\$ 3,070,376	\$ 3,070,376	\$ 1	\$ -	\$ 1
Supplemental General Fund	135,911	1,147,025	1,103,367	179,569	-	179,569
SPECIAL PURPOSE FUNDS						
At Risk (4 Year Old) Fund	-	10,015	10,015	-	-	-
At Risk (K-12) Fund	23,724	118,016	115,589	26,151	-	26,151
Capital Outlay Fund	673,236	527,362	341,855	858,743	-	858,743
Food Service Fund	54,041	184,328	174,370	63,999	-	63,999
Professional Development Fund	32,522	30,000	24,012	38,510	-	38,510
Special Education Fund	350,000	793,982	785,872	358,110	-	358,110
Career and Postsecondary Education Fund	51,540	169,835	159,231	62,144	-	62,144
KPERS Special Retirement Contribution Fund	-	267,768	267,768	-	-	-
Recreation Commission Fund	59,836	110,038	136,488	33,386	-	33,386
Contingency Reserve Fund	456,774	45,000	-	501,774	-	501,774
Federal Funds Fund	-	42,732	65,081	(22,349)	-	(22,349)
Gifts and Grants Fund	15,770	15,684	13,475	17,979	-	17,979
OWL Project Fund	6,378	-	-	6,378	-	6,378
Textbook/Student Material Revolving Fund	33,689	44,954	29,875	48,768	-	48,768
Gate Receipts	2,408	67,288	66,295	3,401	-	3,401
BOND AND INTEREST FUND						
Bond and Interest Fund	319,306	49,831	314,003	55,134	-	55,134
Total Reporting Entity (Excluding Agency Funds)	\$ 2,215,136	\$ 6,694,234	\$ 6,677,672	\$ 2,231,698	\$ -	\$ 2,231,698

COMPOSITION OF CASH

NOW Account Checking - Citizens State Bank	\$ 1,824,791
Money Market Savings - Citizens State Bank	401,006
Petty Cash Fund - Board of Education	500
Petty Cash Fund - High School	1,000
Petty Cash Fund - Middle School	500
Petty Cash Fund - Elementary School	500
Middle School Activity Account - Citizens State Bank	2,482
High School Activity Account - Citizens State Bank	72,689
High School Activity Certificate of Deposit - Citizens State Bank	4,000
Total Cash	2,307,468
Agency Funds per Schedule 3	(75,770)
Total Reporting Entity (Excluding Agency Funds)	\$ 2,231,698

**UNIFIED SCHOOL DISTRICT NUMBER 423
MOUNDRIDGE, KANSAS**

Notes to Financial Statements

For the Year Ended June 30, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Municipal Financial Reporting Entity

Unified School District Number 423 is a municipal corporation governed by an elected seven-member board. This financial statement presents Unified School District Number 423 (the District), a municipality.

(b) Regulatory Basis Fund Types

General Fund—the chief operating fund. Used to account for all resources except those required to be accounted for in another fund.

Special Purpose Funds—used to account for the proceeds of specific tax levies and other specific regulatory receipt sources (other than Capital Project and tax levies for long-term debt) that are intended for specified purposes.

Bond and Interest Fund—used to account for the accumulation of resources, including tax levies, transfers from other funds and payment of general long-term debt.

Capital Project Fund—used to account for the debt proceeds and other financial resources to be used for the acquisition or construction of major capital facilities or equipment.

Business Fund—funds financed in whole or in part by fees charged to users of the goods or services (i.e. enterprise and internal service fund, etc.).

Trust Fund—funds used to report assets held in trust for the benefit of the municipal financial reporting entity (i.e. pension funds, investment trust funds, private purpose trust funds which benefit the municipal reporting entity, scholarship funds, etc.).

Agency Fund—funds used to report assets held by the municipal reporting entity in a purely custodial capacity (payroll clearing, county treasurer tax collection accounts, etc.).

(c) Basis of Accounting

Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America. The Kansas Municipal Audit and Accounting Guide (KMAAG) regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis receipts and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities, or deferred inflows or outflows, other than those mentioned above.

The District has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the District to use the regulatory basis of accounting.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

(d) Budgetary Information

Kansas statutes require that an annual operating budget be legally adopted for the General Fund, Special Purpose Funds (unless specifically exempted by statute), Bond and Interest Funds and Business Funds. Although directory rather than mandatory, the statutes provided for the following sequence and timetable in the adoption of the legal annual operating budget:

- 1) Preparation of budget for the succeeding calendar year on or before August 1st.
- 2) Publication in local newspaper on or before August 5th of the proposed budget and notice of public hearing on the budget.
- 3) Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
- 4) Adoption of the final budget on or before August 25th.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts other than ad valorem property taxes. To do this a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time. There were no such budget amendments for this year.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison schedules are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the regulatory basis of accounting in which regulatory receipts are recognized when cash is received and expenditures include disbursements, accounts payable and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the District for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year end.

A legal operating budget is not required for Trust Funds, Capital Project Funds and the following Special Purpose Funds: Contingency Reserve Fund, Federal Funds, Gifts and Grants, OWL Project, Textbook/Student Material Revolving, and Gate Receipts.

Spending in funds which are not subject to the legal annual operating budget requirements is controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

2. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

(a) Compliance with Kansas Statutes

Kansas municipalities are subject to the cash-basis law as stated in Kansas Statute 10-1113. The Federal Funds Fund has a negative unencumbered cash balance at June 30, 2018, which is allowable under Kansas Statute 12-1663. These funds will be reimbursed in the following fiscal year from federal grant programs.

3. DEPOSITS AND INVESTMENTS

K.S.A. 9-1401 establishes the depositories which may be used by the District. The statute requires banks eligible to hold the District's funds have a main or branch bank in the county in which the District is located, or in an adjoining county if such institution has been designated as an official depository, and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The District has no other policies that would further limit interest rate risk.

3. DEPOSITS AND INVESTMENTS (CONT.)

K.S.A. 12-1675 limits the District's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities, temporary notes; no fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The District has no investment policy that would further limit investment choices.

Concentration of credit risk. State statutes place no limit on the amount the District may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405.

Custodial credit risk-deposits. Custodial credit risk is the risk that in the event of bank failure, the District's deposits may not be returned to it. State statutes require the District's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka. All deposits were legally secured at June 30, 2018.

At June 30, 2018, the District's carrying amount of deposits was \$2,307,468 and the bank balance was \$2,221,008. The bank balance was held by one bank resulting in a concentration of credit risk. Of the bank balance, \$250,000 was covered by FDIC insurance and the remaining \$1,971,008 was collateralized with securities held by the pledging institutions' agents in the District's name.

Custodial credit risk—investments. For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured.

4. IN-SUBSTANCE RECEIPT IN TRANSIT

The District received \$173,538 subsequent to June 30, 2018, and as required by K.S.A. 72-6417 and 72-6434, the receipt was recorded as an in-substance receipt in transit and included as a receipt for the year ended June 30, 2018.

5. INTERFUND TRANSFERS

Operating transfers were as follows:

From	To	Regulatory Authority	Amount
General Fund	At Risk (K-12) Fund	K.S.A. 72-6478	\$ 65,000
General Fund	Capital Outlay Fund	K.S.A. 72-6478	84,375
General Fund	Food Service Fund	K.S.A. 72-6478	8,253
General Fund	Special Education Fund	K.S.A. 72-6478	228,016
General Fund	Career and Post Secondary Ed. Fund	K.S.A. 72-6478	127,600
General Fund	Textbooks/Student Material Revolving Fund	K.S.A. 72-6478	20,000
General Fund	Contingency Reserve Fund	K.S.A. 72-6479	45,000
Supplemental General Fund	At Risk (4 Yr Old) Fund	K.S.A. 72-6478	10,015
Supplemental General Fund	At Risk (K-12) Fund	K.S.A. 72-6478	53,016
Supplemental General Fund	Food Service Fund	K.S.A. 72-6478	13,995
Supplemental General Fund	Professional Development Fund	K.S.A. 72-6478	30,000
Supplemental General Fund	Special Education Fund	K.S.A. 72-6478	556,146
Supplemental General Fund	Career and Post Secondary Ed. Fund	K.S.A. 72-6478	41,930
			<u>\$ 1,283,346</u>

6. LONG-TERM DEBT

Changes in long-term liabilities for the District for the year ended June 30, 2018, were as follows:

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Balance End of Year	Interest Paid
General Obligation Bonds:									
Refunding Bonds - 2005 Series	3.00% to 3.80%	03-01-05	\$ 2,960,000	09-01-17	\$ 150,000	\$ -	\$ 150,000	\$ -	\$ 1,963
School Building - 2007 Series	3.65% to 4.00%	01-01-07	1,200,000	09-01-17	160,000	-	160,000	-	2,040
Total Contractual Indebtedness					\$ 310,000	\$ -	\$ 310,000	\$ -	\$ 4,003

7. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

(a) Other Post-Employment Benefits

As provided by K.S.A. 12-5040, the District allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the District is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in this financial statement.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the District makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured.

(b) Compensated Absences

Compensated vacation absences are recorded as expenditures in governmental funds when they are paid.

Certified employees are granted ten days of sick leave per year to accumulate up to 80 days. Teachers are not compensated for unused sick leave when they leave the District. Teachers are entitled to a maximum of two days per year to attend funerals (five days for a member of the immediate family and up to two days for other than immediate family). Teachers may be granted ten days per year for a sickness, injury or other disability for a member of the immediate family. Accumulating up to a total of 80 days, any teacher who has more than 80 days may be compensated for excess sick leave at the conclusion of each school year at the rate of equal to half of the District daily rate for substitute teachers multiplied by the teachers contractual FTE. Teachers receive two days per year for personal leave. Personal leave may be accumulated to a total of three days.

Classified employees may be granted a maximum of ten days of sick leave each year with a total accumulation of 30 days allowed. Classified employees are granted family and medical leave after 1,250 hours of service for not more than 12 weeks during a 12-month period. Twelve-month employees accrue vacation at a rate of one day per month up to ten days per year. Vacation leave does not carry over and must be used by June 30th.

Sick leave benefits and other compensated absences for governmental funds are not accrued in the financial statements because they do not vest. When an employee leaves the District, they do not receive any compensation for unused sick leave.

The District provides an early retirement program for certain eligible employees. Employees are eligible if they are currently certified employees, are at least 55 years of age and not more than 65 years of age on or before December 31 of the calendar year in which the employee intends to retire, and have a minimum of 20 years of employment in a public school system, ten of which must be in U.S.D. 423. At least five years of employment within the District must have been half-time or more.

7. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS (CONT.)

(c) Termination Benefits

For certified employees hired prior to July 1, 2000, the total retirement benefit shall be an amount equal to the final average salary between the applicant and the District plus one percent of the final average salary for each year of service to the District. The early retirement benefit shall be paid monthly, payable over a five year period. One-third of the benefit is to be paid in each of the first two years of the benefit period and one-ninth of the benefit is paid in each of the final three years of the benefit period. For each year in which the employee delays retirement during the last five years of the eligible benefit period, the total benefit shall be reduced by the amount of benefit due during that year.

For certified employees who were hired after July 1, 2000, the total retirement benefit shall be an amount equal to the certified employee's accumulated unused sick days times the District's daily substitute teacher rate for the final school year taught. The benefit will be paid with a single payment of the entire amount due.

Payments to retired employees under this plan were \$24,327 for the year ended June 30, 2018.

8. DEFINED BENEFIT PENSION PLAN

Plan Description. The District participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing, multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, et seq. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. KPERS' financial statements are included in its Comprehensive Annual Financial Report which can be found on the KPERS website at www.kpers.org or by writing to KPERS (611 South Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

Contributions. K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is a KPERS 1, KPERS 2, or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or after July 1, 2009, and KPERS 3 members were first employed in a covered position on or after January 1, 2015. Effective January 1, 2015, Kansas law established the KPERS member-employee contribution rate of 6% of covered salary for KPERS 1, KPERS 2, and KPERS 3 members. Member contributions are withheld by their employer and paid to KPERS according to the provisions of Section 414(h) of the Internal Revenue Code.

State law provides that the employer contribution rates for KPERS 1, KPERS 2, and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1.00% contribution rate, with a 0.00% moratorium, for the period of July 1, 2017 through September 30, 2017 for the Death and Disability Program) was 10.81%, for the fiscal year ended June 30, 2017. The actuarially determined employer contribution rate was 12.01% for the fiscal year ended June 30, 2018. Per 2016 House Substitute for Senate Bill 161, Section 98(a)(1), state general fund and expanded lottery act revenue funds for employer contributions to KPERS were deferred. The amount deferred for school contributions was \$92,917,091 for the fiscal year ended June 30, 2016, and anticipated repayments per SB249 were nullified per HB2052 during fiscal year 2017.

The State of Kansas contribution to KPERS for all school municipalities for the year ending June 30, 2017, received as of June 30th was \$304,596,361. Per 2017 Senate Substitute for House Bill 2052, Section 37(a), state general fund employer contributions to KPERS were decreased by \$64,130,234 for the fiscal year ended June 30, 2017. Section 43 (17) of the bill also stipulates that repayments of the reduced contributions are to be amortized over twenty years at a level dollar amount commencing in fiscal year 2018. The level dollar amount was computed to be \$6.4 million dollars per year.

8. DEFINED BENEFIT PENSION PLAN (CONT.)

The State of Kansas is required to contribute the statutory required employer's share, except for retired District employees. The District is responsible for the employer's portion of the cost for retired District employees. The District received and remitted amounts equal to the statutory contribution rate, which totaled \$267,768 for the year ended June 30, 2018.

Net Pension Liability: At June 30, 2018, the District's proportionate share of the collective net pension liability reported by KPERS was \$3,398,118. The net pension liability was measured as of June 30, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2016, which was rolled forward to June 30, 2017. The District's proportion of the net pension liability was based on the ratio of the District's contributions to KPERS, relative to the total employer and non-employer contributions of the State/School subgroup within KPERS for the fiscal year ended June 30, 2017. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

The complete actuarial valuation report including all actuarial assumptions and methods, and the report on the allocation of the KPERS collective net pension liability to all participating employers are publically available on the website at www.kpers.org or can be obtained as described above.

9. CLAIMS AND JUDGMENTS

The District participates in federal and state programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the District may be required to reimburse the grantor government. As of the date of this report, grant expenditures have not been audited, but the District believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on any of the individual governmental funds or the overall financial position of the District.

During the ordinary course of its operations the District is a party to various claims, legal actions and complaints. It is of the opinion of the District's management and legal counsel that these matters are not anticipated to have a material financial impact on the District.

The District is exposed to various risks of loss related to property loss; torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees and natural disasters. The District has purchased commercial insurance for these potential risks. There have been no significant reductions in insurance coverage from 2017 to 2018, and there were no settlements that exceeded insurance coverage in the past three years.

10. SUBSEQUENT EVENTS

Management has evaluated the effects on the financial statement of subsequent events occurring through the date of this report, which is the date at which the financial statement was available to be issued.

**UNIFIED SCHOOL DISTRICT NUMBER 423
MOUNDRIDGE, KANSAS**

**REGULATORY-REQUIRED
SUPPLEMENTAL INFORMATION**

FISCAL YEAR ENDED JUNE 30, 2018

**Unified School District Number 423
Moundridge, Kansas**

SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

(Budgeted Funds Only)

For the Year Ended June 30, 2018

	<u>Certified Budget</u>	<u>Adjustments to Comply with Legal Max</u>	<u>Adjustments for Qualifying Budget Credits</u>	<u>Total for Budget Comparison</u>	<u>Expenditures Chargeable to Current Year</u>	<u>Variance Over (Under)</u>
GENERAL FUNDS						
General Fund	\$ 3,147,514	\$ (116,574)	\$ 39,436	\$ 3,070,376	\$ 3,070,376	\$ -
Supplemental General Fund	1,142,827	(39,460)	-	1,103,367	1,103,367	-
SPECIAL PURPOSE FUNDS						
At Risk (4 Yr Old) Fund	20,000	-	-	20,000	10,015	(9,985)
At Risk (K-12) Fund	194,386	-	-	194,386	115,589	(78,797)
Capital Outlay Fund	341,855	-	-	341,855	341,855	-
Food Service Fund	174,415	-	-	174,415	174,370	(45)
Professional Development Fund	24,012	-	-	24,012	24,012	-
Special Education Fund	785,878	-	-	785,878	785,872	(6)
Career and Postsecondary Education Fund	171,143	-	-	171,143	159,231	(11,912)
KPERS Special Retirement Contribution Fund	280,803	-	-	280,803	267,768	(13,035)
Recreation Commission Fund	150,000	-	-	150,000	136,488	(13,512)
BOND AND INTEREST FUND						
Bond and Interest Fund	315,810	-	-	315,810	314,003	(1,807)
Total	<u>\$ 6,748,643</u>	<u>\$ (156,034)</u>	<u>\$ 39,436</u>	<u>\$ 6,632,045</u>	<u>\$ 6,502,946</u>	<u>\$ (129,099)</u>

**Unified School District Number 423
Moundridge, Kansas**

GENERAL FUND**GENERAL FUND****SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET****Regulatory Basis**

For the Year Ended June 30, 2018

(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

	2018			Variance
	2017	Actual	Budget	Over
	Actual			(Under)
Receipts:				
State aid	\$ 2,563,617	\$ 2,586,598	\$ 2,612,780	\$ (26,182)
KPERS state aid	180,002	-	-	-
Special education aid	516,986	444,342	534,734	(90,392)
Interest on idle funds	1,499	-	-	-
Miscellaneous reimbursements	53,238	39,436	-	39,436
Total Receipts	3,315,342	3,070,376	\$ 3,147,514	\$ (77,138)
Expenditures:				
Instruction -				
Certified salaries	1,307,558	1,352,549	\$ 1,250,000	\$ 102,549
Non-certified salaries	18,979	27,408	36,000	(8,592)
Social Security	111,052	106,934	115,000	(8,066)
Other benefits	66,668	51,378	115,000	(63,622)
Teching Supplies	30,236	40,562	37,500	3,062
Miscellaneous supplies	31,631	35,822	30,000	5,822
Property and equipment	-	-	2,500	(2,500)
Purchased property services	-	-	156,077	(156,077)
Other	2,000	2,000	2,500	(500)
Student Support Services -				
Certified salaries	49,543	55,488	51,000	4,488
Social Security	3,746	4,210	3,900	310
Other benefits	84	82	90	(8)
Other purchased services	14,506	16,267	15,000	1,267
Instruction Support Staff -				
Non-certified salaries	27,821	18,114	29,000	(10,886)
Social Security	2,128	1,257	2,250	(993)
Other benefits	360	396	300	96
Purchased professional services	-	-	33,000	(33,000)
Books and periodicals	6,983	3,742	1,600	2,142
General Administration -				
Certified salaries	90,855	90,855	91,500	(645)
Non-certified salaries	36,222	36,383	37,000	(617)
Social Security	9,041	8,948	9,100	(152)
Other employee benefits	166	215	115	100
Purchased professional services	47,901	55,831	-	55,831
Purchased property services	3,400	3,595	17,500	(13,905)
Insurance	-	-	4,200	(4,200)
Communications	18,336	19,347	20,000	(653)
Supplies	21,111	20,028	-	20,028
Property and equipment	-	51,097	22,000	29,097

**Unified School District Number 423
Moundridge, Kansas**

GENERAL FUND

GENERAL FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended June 30, 2018

(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

	2018			
	2017 Actual	Actual	Budget	Variance Over (Under)
Expenditures (cont.):				
School Administration -				
Certified salaries	\$ 145,146	\$ 145,500	\$ 149,000	\$ (3,500)
Non-certified salaries	58,512	50,877	59,000	(8,123)
Social Security	13,389	13,103	14,000	(897)
Other employee benefits	221	295	225	70
Operations and Maintenance -				
Non-certified salaries	150,656	-	-	-
Insurance	-	189	-	189
Social Security	13,329	-	-	-
Other employee benefits	727	88	300	(212)
Water/sewer	7,906	12,019	8,250	3,769
Cleaning	6,688	8,206	7,000	1,206
Repairs and maintenance	1,199	1,295	3,250	(1,955)
Repair of buildings	1,342	8,941	-	8,941
Insurance	62,908	62,920	70,500	(7,580)
Supplies	16,562	38,543	17,000	21,543
Other energy	174	500	-	500
Other Support Services -				
Non-certified salaries	35,623	35,783	36,000	(217)
Insurance	794	13,773	-	13,773
Social Security	2,511	2,439	2,650	(211)
Other employee benefits	46	56	30	26
Purchased professional services	11,815	12,030	9,250	2,780
Other purchased property services	381	175	-	175
Student Transportation Services - Vehicle Operation				
Non-certified salaries	31,025	40,283	32,500	7,783
Social Security	3,267	(6,989)	3,300	(10,289)
Other employee benefits	16	42	19	23
Mileage in lieu of transportation	189	204	190	14
Other insurance	10,600	13,300	11,500	1,800
Motor fuel	-	-	18,000	(18,000)
Other	2,410	1,514	1,215	299
Student Trans. - Vehicle & Maint. Services -				
Purchased professional services	3,048	3,264	750	2,514
Motor fuel	17,877	22,145	-	22,145

**Unified School District Number 423
Moundridge, Kansas**

GENERAL FUND

GENERAL FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended June 30, 2018

(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

		2018		
	2017			Variance
	Actual	Actual	Budget	Over
				(Under)
Expenditures (cont.):				
Other Student Transportaion Sevices -				
Non-certified salaries	\$ 5,533	\$ 6,112	\$ 5,750	\$ 362
Social Security	686	638	700	(62)
Other employee benefits	5	5	3	2
Outgoing Transfers -				
At Risk (K-12) Fund	10,000	65,000	60,000	5,000
Capital Outlay Fund	60,000	84,375	-	84,375
Contingency Reserve Fund	-	45,000	-	45,000
Food Service Fund	-	8,253	-	8,253
Professional Development Fund	5,000	-	-	-
Special Education Fund	528,887	228,016	535,000	(306,984)
Career and Postsecondary Education Fund	26,540	127,600	-	127,600
KPERS Special Retirement Contribution Fund	180,002	-	-	-
At Risk (4 Yr Old) Fund	-	-	20,000	(20,000)
Textbooks	-	20,000	-	20,000
Adjustment to comply with legal max	-	-	(116,574)	116,574
Legal General Fund Budget	3,315,341	3,070,376	3,030,940	39,436
Adjustment for qualifying budget credits	-	-	39,436	(39,436)
Total Expenditures	3,315,341	3,070,376	\$ 3,070,376	\$ -
Receipts Over (Under) Expenditures	1	-		
Unencumbered Cash, Beginning	-	1		
Unencumbered Cash, Ending	\$ 1	\$ 1		

**Unified School District Number 423
Moundridge, Kansas**

GENERAL FUND

SUPPLEMENTAL GENERAL FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended June 30, 2018

(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

2018

	2017 Actual	Actual	Budget	Variance Over (Under)
Receipts:				
Taxes and Shared Revenue -				
Ad valorem property	\$ 1,018,502	\$ 1,019,159	\$ 1,059,507	\$ (40,348)
Delinquent tax	7,035	12,693	15,646	(2,953)
Motor vehicle tax	105,498	113,450	100,409	13,041
Recreational vehicle tax	1,647	1,723	1,740	(17)
Commercial vehicle tax	-	-	11,441	(11,441)
Supplemental state aid	7,961	-	-	-
Total Receipts	1,140,643	1,147,025	\$ 1,188,743	\$ (41,718)
Expenditures:				
Instruction -				
Non-certified salaries	-	-	\$ 609,077	\$ (609,077)
Insurance	156,186	182,390	160,000	22,390
Purchased professional services	2,987	2,627	11,000	(8,373)
Miscellaneous supplies	11,044	8,291	3,000	5,291
Property and equipment	3,772	2,514	2,000	514
Other	2,748	2,829	3,000	(171)
Student Support Services -				
Insurance	1,372	397	3,000	(2,603)
Instruction Support Staff -				
Insurance	-	120	4,250	(4,130)
General Administration -				
Insurance	21,342	22,066	22,500	(434)
School Administration -				
Insurance	36,946	39,805	37,500	2,305
Operations and Maintenance -				
Insurance	25,938	33,201	30,000	3,201
Heating	38,635	28,042	45,000	(16,958)
Electricity	64,833	68,517	70,000	(1,483)

**Unified School District Number 423
Moundridge, Kansas**

GENERAL FUND

SUPPLEMENTAL GENERAL FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended June 30, 2018

(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

2018

	<u>2017 Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
Expenditures (cont.):				
Vehicle Operating Services -				
Insurance	\$ 6,609	\$ 7,466	\$ 7,500	\$ (34)
Outgoing Transfers -				
At Risk (K-12) Fund	141,874	53,016	135,000	(81,984)
At Risk (4 Yr Old) Fund	19,260	10,015	-	10,015
Food Service Fund	58,518	13,995	-	13,995
Professional Development Fund	18,351	30,000	-	30,000
Special Education Fund	367,383	556,146	-	556,146
Career and Postsecondary Education Fund	175,997	41,930	-	41,930
Adjustment to comply with legal max	-	-	(39,460)	39,460
Total Expenditures	<u>1,153,795</u>	<u>1,103,367</u>	<u>\$ 1,103,367</u>	<u>\$ -</u>
Receipts Over (Under) Expenditures	(13,152)	43,658		
Unencumbered Cash, Beginning	<u>149,063</u>	<u>135,911</u>		
Unencumbered Cash, Ending	<u>\$ 135,911</u>	<u>\$ 179,569</u>		

Unified School District Number 423
Moundridge, Kansas

SPECIAL PURPOSE FUND

AT RISK (4 YR OLD) FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended June 30, 2018

(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

		2018		
	2017 Actual	Actual	Budget	Variance Over (Under)
Receipts:				
Transfer from Supplemental General Fund	\$ 19,260	\$ 10,015	\$ 20,000	\$ (9,985)
Expenditures:				
Instruction -				
Other purchased services	\$ 19,260	\$ 10,015	\$ 20,000	\$ (9,985)
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	\$ -	\$ -		

Unified School District Number 423
Moundridge, Kansas

SPECIAL PURPOSE FUND

AT RISK (K-12) FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended June 30, 2018

(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

		2018		
	2017	Actual	Budget	Variance
	Actual			Over
				(Under)
Receipts:				
Transfer from General Fund	\$ 10,000	\$ 65,000	\$ 60,000	\$ 5,000
Transfer from Supplemental General Fund	<u>141,874</u>	<u>53,016</u>	<u>135,000</u>	<u>(81,984)</u>
Total Receipts	<u>151,874</u>	<u>118,016</u>	<u>\$ 195,000</u>	<u>\$ (76,984)</u>
Expenditures:				
Instruction -				
Certified salaries	60,380	59,473	\$ 58,500	\$ 973
Non-certified salaries	29,874	23,652	30,000	(6,348)
Insurance	24,973	19,789	25,000	(5,211)
Social Security	9,583	7,646	9,600	(1,954)
Other employee benefits	140	131	76	55
Tuition and private services	10,400	-	11,000	(11,000)
Purchased professional services	4,800	4,898	210	4,688
Instruction Support Staff -				
Other	<u>-</u>	<u>-</u>	<u>60,000</u>	<u>(60,000)</u>
Total Expenditures	<u>140,150</u>	<u>115,589</u>	<u>\$ 194,386</u>	<u>\$ (78,797)</u>
Receipts Over (Under) Expenditures	11,724	2,427		
Unencumbered Cash, Beginning	<u>12,000</u>	<u>23,724</u>		
Unencumbered Cash, Ending	<u>\$ 23,724</u>	<u>\$ 26,151</u>		

Unified School District Number 423
Moundridge, Kansas

SPECIAL PURPOSE FUND

CAPITAL OUTLAY FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended June 30, 2018

(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

		2018		
	2017 Actual	Actual	Budget	Variance Favorable (Unfavorable)
Receipts:				
Taxes and Shared Revenue -				
Prior year	\$ 368,534	\$ 392,769	\$ 349,249	\$ 43,520
Delinquent tax	2,455	4,532	5,646	(1,114)
Motor vehicle tax	36,830	43,259	38,275	4,984
Recreational vehicle tax	574	655	663	(8)
Commercial vehicle tax	-	-	4,361	(4,361)
Interest on idle funds	-	1,772	-	1,772
Transfer from General Fund	60,000	84,375	-	84,375
Total Receipts	468,393	527,362	\$ 398,194	\$ 129,168
Expenditures:				
Instruction -				
Supplies	3,086	1,753	\$ 2,000	\$ (247)
General Administration -				
Property, equipment and furniture	14,596	-	30,000	(30,000)
Operation & Maintenance -				
Non-certified salaries	-	156,841	145,000	11,841
Social Security	-	14,098	1,200	12,898
Other employee benefits	-	148	105	43
Purchased professional and technical services	81,148	65,075	70,000	(4,925)
Purchased property services	500	1,397	54,050	(52,653)
Transportation	33,214	32,581	35,000	(2,419)
Facility Acquisition and Construction Services -				
Site improvement	4,724	32,167	4,500	27,667
Building improvements	15,460	37,795	-	37,795
Total Expenditures	152,728	341,855	\$ 341,855	\$ -
Receipts Over (Under) Expenditures	315,665	185,507		
Unencumbered Cash, Beginning	357,571	673,236		
Unencumbered Cash, Ending	<u>\$ 673,236</u>	<u>\$ 858,743</u>		

Unified School District Number 423
Moundridge, Kansas

SPECIAL PURPOSE FUND

FOOD SERVICE FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended June 30, 2018

(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

	2018			Variance
	2017			Over
	Actual	Actual	Budget	(Under)
Receipts:				
State aid	\$ 1,719	\$ 1,863	\$ 1,437	\$ 426
Federal aid	75,221	82,872	73,206	9,666
Student sales - breakfast	-	-	6,351	(6,351)
Student sales - lunch and milk	64,374	75,513	59,799	15,714
Adult sales	1,566	1,762	1,966	(204)
Miscellaneous revenue	422	70	-	70
Transfer from General Fund	-	8,253	-	8,253
Transfer from Supplemental General Fund	58,518	13,995	-	13,995
Interest on idle funds	34	-	-	-
Total Receipts	201,854	184,328	\$ 142,759	\$ 41,569
Expenditures:				
Operations and Maintenance -				
Non-certified salaries	-	-	\$ 50,000	\$ (50,000)
Insurance	-	-	13,000	(13,000)
Social Security	-	-	3,300	(3,300)
Other	-	-	25	(25)
Supplies	-	75	90	(15)
Food Service Operation -				
Non-certified salaries	48,650	50,659	-	50,659
Insurance	12,725	5,861	-	5,861
Social Security	3,234	3,273	-	3,273
Other employee benefits	88	53	-	53
Food and milk	106,832	112,609	108,000	4,609
Miscellaneous supplies	2,094	1,840	-	1,840
Total Expenditures	173,623	174,370	\$ 174,415	\$ (45)
Receipts Over (Under) Expenditures	28,231	9,958		
Unencumbered Cash, Beginning	25,810	54,041		
Unencumbered Cash, Ending	\$ 54,041	\$ 63,999		

Unified School District Number 423
Moundridge, Kansas

SPECIAL PURPOSE FUND

PROFESSIONAL DEVELOPMENT FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended June 30, 2018

(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

		2018		
	2017 Actual	Actual	Budget	Variance Over (Under)
Receipts:				
State aid	\$ -	\$ -	\$ 3,262	\$ (3,262)
Transfer from General Fund	5,000	-	-	-
Transfer from Supplemental General Fund	18,351	30,000	-	30,000
Total Receipts	23,351	30,000	\$ 3,262	\$ 26,738
Expenditures:				
Instruction Support Staff -				
Non-certified salaries	10,398	9,195	\$ 11,000	\$ (1,805)
Social Security	818	727	1,000	(273)
Other employee benefits	17	16	-	16
Purchased professional services	10,035	12,545	10,512	2,033
Other purchases and services	1,473	1,529	1,500	29
Total Expenditures	22,741	24,012	\$ 24,012	\$ -
Receipts Over (Under) Expenditures	610	5,988		
Unencumbered Cash, Beginning	31,912	32,522		
Unencumbered Cash, Ending	\$ 32,522	\$ 38,510		

Unified School District Number 423
Moundridge, Kansas

SPECIAL PURPOSE FUND

SPECIAL EDUCATION FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended June 30, 2018

(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

		2018		
	2017			Variance
	Actual	Actual	Budget	Over
				(Under)
Receipts:				
Transfer from General Fund	\$ 528,887	\$ 228,016	\$ 535,000	\$ (306,984)
Federal aid	-	2,980	-	2,980
Other revenue from local source	15,840	6,840	-	6,840
Transfer from Supplemental General Fund	367,383	556,146	-	556,146
Total Receipts	912,110	793,982	\$ 535,000	\$ 258,982
Expenditures:				
Instruction -				
Payment to Special Education	742,257	784,658	\$ 760,000	\$ 24,658
Vehicle Operating Services -				
Non-certified salaries	12,550	-	13,000	(13,000)
Insurance	-	-	5,000	(5,000)
Social Security	1,990	-	2,000	(2,000)
Other employee benefits	19	-	-	-
Other purchased services	912	-	-	-
Motor fuel	2,475	1,079	4,500	(3,421)
Equipment	-	-	150	(150)
Supervision -				
Other	-	-	228	(228)
Vehicle Service and Maintenance -				
Purchased property services	1,905	135	1,000	(865)
Total Expenditures	762,108	785,872	\$ 785,878	\$ (6)
Receipts Over (Under) Expenditures	150,002	8,110		
Unencumbered Cash, Beginning	199,998	350,000		
Unencumbered Cash, Ending	\$ 350,000	\$ 358,110		

Unified School District Number 423
Moundridge, Kansas

SPECIAL PURPOSE FUND

CAREER AND POSTSECONDARY EDUCATION FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended June 30, 2018

(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

		2018		
	2017 Actual	Actual	Budget	Variance Over (Under)
Receipts:				
User charges	\$ -	\$ 305	\$ -	\$ 305
Transfer from General Fund	26,540	127,600	-	127,600
Transfer from Supplemental General Fund	175,997	41,930	-	41,930
Total Receipts	202,537	169,835	\$ -	\$ 169,835
Expenditures:				
Instruction -				
Certified salaries	118,392	116,998	\$ 128,000	\$ (11,002)
Insurance	35,594	28,990	36,000	(7,010)
Social Security	6,838	8,895	7,000	1,895
Other employee benefits	173	179	-	179
Other	-	-	143	(143)
Supplies	-	992	-	992
Property and equipment	-	3,177	-	3,177
Total Expenditures	160,997	159,231	\$ 171,143	\$ (11,912)
Receipts Over (Under) Expenditures	41,540	10,604		
Unencumbered Cash, Beginning	10,000	51,540		
Unencumbered Cash, Ending	\$ 51,540	\$ 62,144		

**Unified School District Number 423
Moundridge, Kansas**

SPECIAL PURPOSE FUND

KPERS SPECIAL RETIREMENT CONTRIBUTION FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended June 30, 2018

(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

		2018		
	2017 Actual	Actual	Budget	Variance Over (Under)
Receipts:				
State aid	\$ -	\$ 267,768	\$ -	\$ 267,768
Transfer from General Fund	180,002	-	280,803	(280,803)
Total Receipts	180,002	267,768	\$ 280,803	\$ (13,035)
Expenditures:				
Employee Benefits -				
Instruction	120,697	172,767	\$ 193,514	\$ (20,747)
Student Support Services	3,600	5,355	6,700	(1,345)
Instruction Support Staff	1,800	2,678	2,159	519
General Administration	8,791	13,388	13,560	(172)
School Administration	13,488	21,420	19,560	1,860
Other Support Services	11,861	18,743	16,810	1,933
Operations and Maintenance	13,095	22,707	8,000	14,707
Student Transportation Services	3,600	5,355	8,000	(2,645)
Food Service Operation	3,070	5,355	12,500	(7,145)
Total Expenditures	180,002	267,768	\$ 280,803	\$ (13,035)
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	\$ -	\$ -		

Unified School District Number 423
Moundridge, Kansas

SPECIAL PURPOSE FUND

RECREATION COMMISSION FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended June 30, 2018

(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

		2018		
	2017			Variance
	Actual	Actual	Budget	Over (Under)
Receipts:				
Taxes and Shared Revenue -				
Ad valorem property	\$ 90,717	\$ 97,934	\$ 86,826	\$ 11,108
Delinquent tax	673	1,180	1,390	(210)
Motor vehicle tax	10,172	10,761	9,521	1,240
Recreational vehicle tax	159	163	165	(2)
Commercial vehicle tax	-	-	1,085	(1,085)
Total Receipts	101,721	110,038	<u>\$ 98,987</u>	<u>\$ 11,051</u>
Expenditures:				
Appropriation to				
Recreation Commission	<u>95,000</u>	<u>136,488</u>	<u>\$ 150,000</u>	<u>\$ (13,512)</u>
Receipts Over (Under) Expenditures	6,721	(26,450)		
Unencumbered Cash, Beginning	<u>53,115</u>	<u>59,836</u>		
Unencumbered Cash, Ending	<u>\$ 59,836</u>	<u>\$ 33,386</u>		

Unified School District Number 423
Moundridge, Kansas

SPECIAL PURPOSE FUND

CONTINGENCY RESERVE FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL

Regulatory Basis

For the Year Ended June 30, 2018

(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

	<u>2017</u> <u>Actual</u>	<u>2018</u> <u>Actual</u>
Receipts:		
Transfer from General Fund	\$ -	\$ 45,000
Expenditures:		
General Administration -		
Property and equipment	<u>7,645</u>	<u>-</u>
Receipts Over (Under) Expenditures	(7,645)	45,000
Unencumbered Cash, Beginning	<u>464,419</u>	<u>456,774</u>
Unencumbered Cash, Ending	<u>\$ 456,774</u>	<u>\$ 501,774</u>

Unified School District Number 423
Moundridge, Kansas

SPECIAL PURPOSE FUND

FEDERAL FUNDS FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL

Regulatory Basis

For the Year Ended June 30, 2018

(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

	<u>2017</u> <u>Actual</u>	<u>2018</u> <u>Actual</u>
Receipts:		
Title I	\$ 61,795	\$ 37,830
Title II	13,157	4,902
Federal G5 Grant (REAP)	4,656	-
	<u>79,608</u>	<u>42,732</u>
Total Receipts		
Expenditures:		
Instruction -		
Certified salaries	47,615	26,299
Non-certified salaries	16,357	15,543
Insurance	6,609	7,284
Social Security	3,642	3,109
Other employee benefits	85	71
Supplies	614	2,004
Equipment	4,656	6,637
Instruction Support Staff -		
Purchased professional services	30	384
Operations and Maintenance -		
Other purchased services	-	3,750
	<u>79,608</u>	<u>65,081</u>
Total Expenditures		
Receipts Over (Under) Expenditures	-	(22,349)
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ (22,349)</u>

**Unified School District Number 423
Moundridge, Kansas**

SPECIAL PURPOSE FUND

GIFTS AND GRANTS FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL

Regulatory Basis

For the Year Ended June 30, 2018

(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

	<u>2017 Actual</u>	<u>2018 Actual</u>
Receipts:		
Donations	\$ 3,524	\$ 15,684
Expenditures:		
Scholarships awarded	<u>3,245</u>	<u>13,475</u>
Receipts Over (Under) Expenditures	279	2,209
Unencumbered Cash, Beginning	<u>15,491</u>	<u>15,770</u>
Unencumbered Cash, Ending	<u>\$ 15,770</u>	<u>\$ 17,979</u>

Unified School District Number 423
Moundridge, Kansas

SPECIAL PURPOSE FUND

OWL PROJECT FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL

Regulatory Basis

For the Year Ended June 30, 2018

(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

	<u>2017</u> <u>Actual</u>	<u>2018</u> <u>Actual</u>
Receipts:		
Total Receipts	\$ -	\$ -
Expenditures:		
Total Expenditures	<u>-</u>	<u>-</u>
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	<u>6,378</u>	<u>6,378</u>
Unencumbered Cash, Ending	<u>\$ 6,378</u>	<u>\$ 6,378</u>

**Unified School District Number 423
Moundridge, Kansas**

SPECIAL PURPOSE FUND

TEXTBOOK/STUDENT MATERIAL REVOLVING FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL

Regulatory Basis

For the Year Ended June 30, 2018

(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

	<u>2017 Actual</u>	<u>2018 Actual</u>
Receipts:		
Student fees and materials	\$ 15,399	\$ 24,868
Transfer from General Fund	-	20,000
Other revenue from local source	-	86
	<u>15,399</u>	<u>44,954</u>
Total Receipts	15,399	44,954
Expenditures:		
Instruction -		
Textbooks	<u>15,178</u>	<u>29,875</u>
Receipts Over (Under) Expenditures	221	15,079
Unencumbered Cash, Beginning	<u>33,468</u>	<u>33,689</u>
Unencumbered Cash, Ending	<u>\$ 33,689</u>	<u>\$ 48,768</u>

Unified School District Number 423
Moundridge, Kansas

BOND AND INTEREST FUND

BOND AND INTEREST FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended June 30, 2018

(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

		2018		
	2017			Variance
	Actual	Actual	Budget	Over
				(Under)
Receipts:				
Taxes and Shared Revenue -				
Ad valorem property	\$ 189,518	\$ 4,884	\$ 4,289	\$ 595
Delinquent tax	3,196	3,969	2,811	1,158
Motor vehicle tax	51,748	40,381	35,764	4,617
Recreational vehicle tax	809	597	620	(23)
Commercial vehicle tax	-	-	4,075	(4,075)
	<u>245,271</u>	<u>49,831</u>	<u>\$ 47,559</u>	<u>\$ 2,272</u>
Total Receipts				
Expenditures:				
Interest	20,395	4,003	\$ 5,810	\$ (1,807)
Principal	<u>470,000</u>	<u>310,000</u>	<u>310,000</u>	<u>-</u>
Total Expenditures	<u>490,395</u>	<u>314,003</u>	<u>\$ 315,810</u>	<u>\$ (1,807)</u>
Receipts Over (Under) Expenditures	(245,124)	(264,172)		
Unencumbered Cash, Beginning	<u>564,430</u>	<u>319,306</u>		
Unencumbered Cash, Ending	<u>\$ 319,306</u>	<u>\$ 55,134</u>		

Unified School District Number 423
Moundridge, Kansas

AGENCY FUNDS

SCHEDULE OF RECEIPTS AND DISBURSEMENTS

Regulatory Basis

For the Year Ended June 30, 2018

	<u>Beginning Cash Balance</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Ending Cash Balance</u>
Student Organizations:				
High School:				
Class of 2010	\$ -	\$ 5	\$ -	\$ 5
Class of 2014	214	-	214	-
Class of 2015	2,075	-	16	2,059
Class of 2016	352	-	-	352
Class of 2017	3,206	-	819	2,387
Class of 2018	1,064	1,147	1,856	355
Class of 2019	4,663	1,205	4,320	1,548
Class of 2020	1,113	15,110	11,100	5,123
Class of 2021	-	9,445	7,800	1,645
Annual	20	3,351	343	3,028
Art Club	1,626	518	574	1,570
Band	2,308	23,629	25,313	624
Baseball	2,692	3,859	3,485	3,066
Cheerleaders	1,665	6,705	7,194	1,176
Choral Council	1,176	-	17	1,159
Fellowship of Christian Athletes	1,156	1,400	1,271	1,285
Football	2,612	5,402	5,610	2,404
HS Entrepreneurship	13	-	-	13
HS Journalism	534	35	3	566
Future Farmers of America	25,541	15,379	15,954	24,966
FCCLA	4,881	7,890	7,073	5,698
Boys Basketball	3,213	3,609	4,219	2,603
Ind. Art	38	1,901	1,939	-
Ladycats Basketball	1,701	2,210	1,997	1,914
Library Club	2,303	37	-	2,340
McPherson All Schools Day	728	-	-	728
MHS Digital Media	-	1,181	1,073	108
MHS Wildcat Fund	100	-	100	-
National Honor Society	360	-	-	360
National Speech Debate Association	1,978	3,078	4,336	720
Pep Club	2	-	-	2
Scholars' Bowl	2,142	1,697	2,013	1,826
Softball	441	2,049	2,226	264
Spanish Club	828	160	270	718
Student Council	379	1,501	1,589	291
Track	820	316	496	640
Vocational Ag	-	248	248	-
Volleyball	1,103	913	1,637	379
Weightlifting	121	-	-	121
Wildcat Day	476	3,173	2,573	1,076
Subtotal High School Organizations	73,645	117,148	117,678	73,115
Sales Tax Payable	-	1,695	1,422	273
Total High School Funds	73,645	118,843	119,100	73,388
Middle School:				
Student Council	1,427	691	1,030	1,088
Volleyball	45	334	60	319
Girls Basketball	495	838	518	815
Library Club	8	10	-	18
Music/Band	-	677	677	-
Sales Tax Payable	138	499	495	142
Total Middle School Funds	2,113	3,049	2,780	2,382
Total Agency Funds	\$ 75,758	\$ 121,892	\$ 121,880	\$ 75,770

Unified School District Number 423
Moundridge, Kansas

DISTRICT ACTIVITY FUNDS

SCHEDULE OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH

Regulatory Basis

For the Year Ended June 30, 2018

	<u>Beginning Unencumbered Cash Balance</u>	<u>Receipts</u>	<u>Expenditures</u>	<u>Ending Unencumbered Cash Balance</u>	<u>Add Encumbrances and Accounts Payable</u>	<u>Ending Cash Balance</u>
Gate Receipts:						
Athletics-High School	\$ 100	\$ 48,999	\$ 48,999	\$ 100	\$ -	\$ 100
Athletics-Middle School	(275)	17,024	16,649	100	-	100
MHS Musical-High School	2,583	1,265	647	3,201	-	3,201
	<u>2,408</u>	<u>67,288</u>	<u>66,295</u>	<u>3,401</u>	<u>-</u>	<u>3,401</u>
Total Gate Receipts	2,408	67,288	66,295	3,401	-	3,401
	<u>2,408</u>	<u>67,288</u>	<u>66,295</u>	<u>3,401</u>	<u>-</u>	<u>3,401</u>
Total District Activity Funds	\$ 2,408	\$ 67,288	\$ 66,295	\$ 3,401	\$ -	\$ 3,401